

BOARD - MANAGER RELATIONSHIPS

One of the fundamentals for good Board-Manager relationships is an understanding of the responsibilities of each.

A. Some of the Board's responsibilities are:

1. To set objectives and create policies for the business.
2. To establish the financial policy.
3. To hire the Manager and define his job.
4. To review the Manager's performance.
5. To report to the membership on the condition of the business.

Basically the Board decides WHAT is to be done.

B. Some of the Manager's responsibilities are:

1. To make recommendations to the Board.
2. To hire employees and supervise their work.
3. To operate the business.
4. To prepare budgets to submit to the Board for consideration.
5. To keep the Board informed on the condition and development of the business both good and bad.

Basically the Manager decides HOW it is to be done.